



STAFF REPORT

PUBLIC HEARING TO CONSIDER PROPOSED BUDGET FOR FISCAL YEAR 2006

Honorable President and Board Members:

Summary

At the close of the Public Hearing, and after consideration of testimony given, it is recommended that the Board of Directors approve the attached resolutions implementing the FY 2006 Budget and establishing the FY 2006 appropriations limit for the Belmont Fire Protection District.

Background

This is a companion report to the FY 2006 Budget implementing action item included in the City Council agenda for June 14, 2005.

Discussion

▪ Board Direction

On May 24th, the Board Directors held a joint working session with the Finance Commission and received a report introducing the FY 2006 Budget.

▪ Gann Limit

Proposition 4, approved by California voters in 1979, requires special districts to calculate and establish an appropriations limit every year. The limit is based on actual appropriations in the 1978-79 fiscal year, and is allowed to increase each year to the extent of population growth and inflation.

The Belmont Fire Protection District's FY 2006 Appropriations Limit is \$6,784,775. The FY 2006 budget is within the stated limit. The calculations are attached to this report.

▪ Implementing Resolution

Attached for the Board's review and approval is a resolution implementing the FY 2006 Budget. The resolution establishes the revenue and appropriation (expenditure) budgets for the year. There is also a resolution adopting the Gann Limit.

▪ Recommended Process

A process has been outlined by staff in the companion report in the City Council agenda packet.

Fiscal Impact

Establish the Belmont Fire Protection District's revenue budget at \$5,302,612 and appropriation budget at \$5,025,469 for FY 2006. The FY 2006 Budget contemplates the use of \$0 in fund balance.

Public Contact

Public hearing was legally noticed.

Recommendation

Approve resolutions implementing the Fiscal Year 2006 Revenue and Appropriations Budget and establishing the Appropriations Limit for FY 2006.

Alternatives

1. Amend the resolution and adopt an alternative budget.
2. With direction, refer the budget back to staff for further consideration.

Attachments

- A. Resolution adopting FY 2006 Budget
- B. Resolution approving Appropriations Limit

Respectfully submitted,

Thomas Fil, Finance Director

Jack Crist, Interim District Manager

RESOLUTION NO. _____

RESOLUTION OF THE BELMONT FIRE PROTECTION DISTRICT ADOPTING THE PROPOSED FY 2006 REVENUE AND APPROPRIATIONS BUDGETS FOR THE BELMONT FIRE PROTECTION DISTRICT

WHEREAS, the Board of Directors desire to have a fiscal plan for the Belmont Fire Protection District in order to plan for anticipated revenues and control expenditures; and

WHEREAS, the fiscal year revenue and appropriation plan for the Belmont Fire Protection District is expressed in the budget documents entitled “City of Belmont FY 2006 Budget”; and

WHEREAS, the Board of Directors and Finance Commission reviewed the proposed budgets for compliance with the goals and objectives of the community; and

WHEREAS, the Board of Directors authorizes the use of operating loans with interest indexed to the LAIF rate and maturity date of no later than June 30, 2006 to fund operating deficits for the South County Fire Protection Authority; and

WHEREAS, the Board of Directors has held a Public Hearing on the programs and fiscal policies to obtain public comments regarding the Proposed Budget document.

NOW, THEREFORE, BE IT RESOLVED that the Belmont Fire Protection District Board of Directors that the Revenue and Appropriations budgets for Fiscal Year 2006 shall be adopted as follows:

Fund	Fund Title	Revenue	Appropriation	Capital	Net Transfers
223	Belmont Fire Protection District	\$5,302,612	\$5,025,469	\$0	\$0
	TOTALS	\$5,302,612	\$5,025,469	\$0	\$0

* * * * *

I hereby certify that the foregoing Resolution was duly and regularly passed and adopted by the Belmont Fire Protection District at a regular meeting thereof held on June 14, 2005 by the following vote:

AYES, DIRECTORS: _____

NOES, DIRECTORS: _____

ABSTAIN, DIRECTORS: _____

ABSENT, DIRECTORS: _____

District
APPROVED:

SECRETARY, Belmont Fire Protection

PRESIDENT, Belmont Fire Protection District

RESOLUTION NO. _____

**RESOLUTION OF THE BELMONT FIRE PROTECTION DISTRICT APPROVING
THE ARTICLE XIII B APPROPRIATIONS LIMIT FOR THE FISCAL YEAR 2006**

WHEREAS, the voters of California on November 6, 1979 added Article XIII B to the State Constitution placing various limitations on the appropriations of the State and local governments; and

WHEREAS, Proposition 111 adopted by the California voters on June 5, 1990, amended Article XIII B to provide that the Appropriations Limit for each fiscal year be calculated by adjusting the base year appropriations of fiscal year 1986-87 for changes in the cost of living and populations; and

WHEREAS, Article XIII B requires public entities in the State of California to set an annual appropriations limit; and

WHEREAS, the appropriations limit is based on factors which include the appropriations limit for the prior fiscal year; and

WHEREAS, the League of California Cities issued in March, 1991, uniform guidelines for the implementation of the provisions of Article XIII B; and

WHEREAS, Article XIII B requires the Board of Directors to select the population and inflation factors for each year's appropriations limit calculation; and

WHEREAS, information for making this limit calculation for the Belmont Fire Protection District has been available for public inspection in the City offices for the 15 days prior to the scheduled adoption of this resolution, in accordance with Government Code Section 7910 requirements; and

WHEREAS, the information necessary for making these adjustments is attached; and

WHEREAS, Exhibit 1 attached hereto is provided in support of the Gann Limit calculation.

NOW, THEREFORE, BE IT RESOLVED that the Belmont Fire Protection District Board of Directors adopts as follows:

Section 1. The Appropriations Limit for the Belmont Fire Protection District for the FY 2006 shall be \$6,784,775.

Section 2. The inflation factor being utilized to calculate the FY 2006 appropriations limit is the California per capita income.

Section 3. The population factor being utilized to calculate the FY 2006 appropriations limit is the County of San Mateo's population growth.

* * * * *

I hereby certify that the foregoing Resolution was duly and regularly passed and adopted by the Belmont Fire Protection District at a regular meeting thereof held on June 14, 2005 by the following vote:

AYES, DIRECTORS: _____

NOES, DIRECTORS: _____

ABSTAIN, DIRECTORS: _____

ABSENT, DIRECTORS: _____

SECRETARY, Belmont Fire Protection
District

APPROVED:

PRESIDENT, Belmont Fire Protection District